



Agenda Item No. 11g.

Staff Report

Date: September 11, 2014
To: Mayor Elizabeth Brekhus and Councilmembers
From: Rob Braulik, Town Manager
Subject: Investment Report for the Fourth Quarter of FY2014

Recommendation

The Council accepts the report for the Third Quarter ending June 30, 2014, as presented.

Background and discussion

This update is provided on the Town's investments as of June 30th. The Council should reference the attached report. The statement notes show the report dates for the investment amounts.

Fiscal, resource and timeline impacts

No financial impact from accepting the report. The Town continues to meet the priority principals of investing: safety, liquidity and yield in respective order. The portfolio is conservatively invested. Sufficient liquidity exists to fund operating and capital project requirements for the next six months.

Investment income as of June 30th, 2014 was \$3K greater than budget. The cash in Wells is for day to day short term operations and there is no return on these funds. The return on LAIF funds is .23% and the latest yield for the CalTRUST short term fund .40%. The current RBC account now consists of cash and money market accounts (66% of RBC portfolio) and taxable fixed income (34% of RBC portfolio).

Alternative actions

No alternative actions are suggested

Environmental review (if applicable)

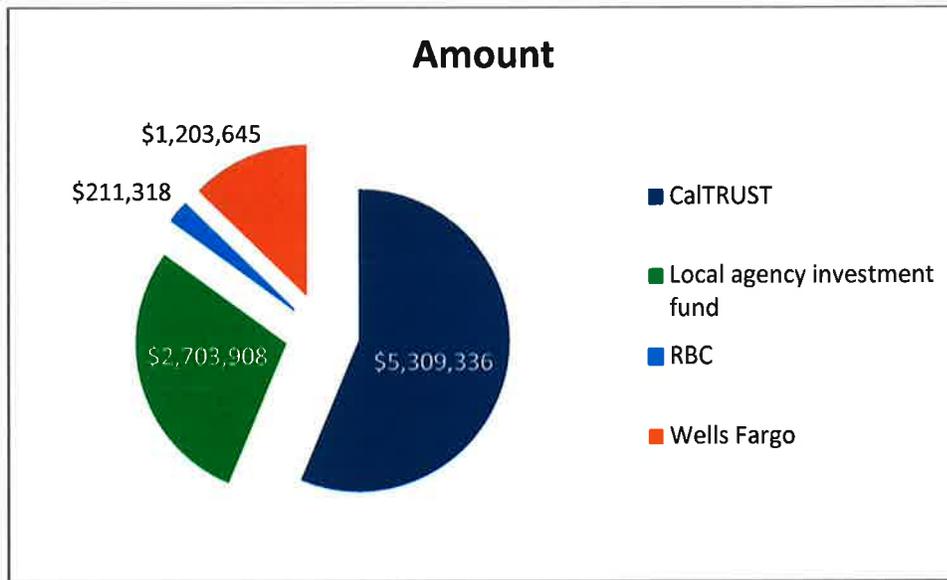
N/A

Attachments

- Town investment report
- CalTRUST statement 6.30.14
- LAIF quarterly rates data and LAIF Average Monthly Yields, June 2014
- RBC summary statement as of 6.30.14 summary sheet
- Wells Fargo summary statement as of 6.30.14

**Town of Ross
Quarterly Investment Portfolio Summary Report**

	Amount	%
CalTRUST	\$5,309,336	56%
Local agency investment fund	\$2,703,908	29%
RBC	\$211,318	2%
Wells Fargo	\$1,203,645	13%
Total investments	\$9,428,208	100%



- (1) CalTRUST 6.30.14
- (2) LAIF June 2014 statement
- (3) RBC 6.30.14
- (4) Wells Fargo 6.30.14
- (5) The Town Council approved new Annual Investment Policy March 14th, 2013. As part of approval, Council agreed to continue investments in mortgage backed securities less than five years to protect current investment returns. The new policy does not permit investments in these securities other than this stipulation approved by Council.
- (6) Numbers rounded

The above investments are consistent with the Town’s Annual Investment Policy and are allowable under current legislation of the State of California. Investments are selected using safety, liquidity and yield as the criteria.



**TOWN OF ROSS
STATEMENT FOR PERIOD
June 01, 2014 - June 30, 2014**

The Heritage Money Market Fund - Select Class

Date	Transaction	Shares	Price Per Share	Amount	Average Cost NAV	Average Cost Amount	Realized Gain/Loss*
05/31/2014	BALANCE FORWARD	1,000,264.140	1.00	1,000,264.14	1.00	1,000,264.14	0.00
06/02/2014	INCOME DISTRIBUTION - MAY	55.050	1.00	55.05	1.00	55.05	0.00
06/30/2014	UNREALIZED GAIN (LOSS)	0.000		0.00		0.00	
06/30/2014	ENDING BALANCE	1,000,319.190	1.00	1,000,319.19		1,000,319.19	
	INCOME DISTRIBUTION PAID - MAY			0.00			
	INCOME ACCRUAL - JUNE			54.97			
	CUMULATIVE UNREALIZED GAIN (LOSS)			0.00			

* Please note that this information should not be construed as tax advice and it is recommended that you consult with a tax professional regarding your account.

CalTrust Short Term Fund

Date	Transaction	Shares	Price Per Share	Amount	Average Cost NAV	Average Cost Amount	Realized Gain/Loss*
05/31/2014	BALANCE FORWARD	399,577.898	10.03	4,007,766.32	10.02375572	4,005,271.24	
06/02/2014	INCOME DISTRIBUTION - MAY	124.678	10.03	1,250.52	10.02375767	1,250.52	0.00
06/04/2014	PURCHASE	29,910.269	10.03	300,000.00	10.02419227	300,000.00	0.00
06/30/2014	UNREALIZED GAIN (LOSS)	0.000		0.00		0.00	
06/30/2014	ENDING BALANCE	429,612.845	10.03	4,309,016.84		4,306,521.76	
	INCOME DISTRIBUTION PAID - MAY			0.00			
	INCOME ACCRUAL - JUNE			1,409.85			
	CUMULATIVE UNREALIZED GAIN (LOSS)			2,495.08			

* Please note that this information should not be construed as tax advice and it is recommended that you consult with a tax professional regarding your account.

For Inquiries About Your Account, Contact:

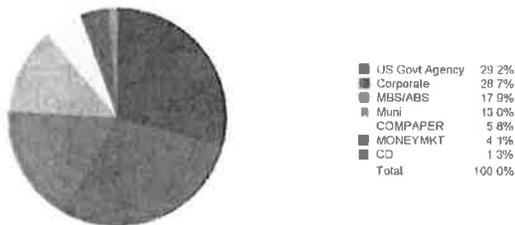
Nottingham Investment Administration
116 South Franklin Street
Rocky Mount, NC 27804
Attention: CalTRUST Shareholder Services
Phone: 800.773.3863
Fax: 252-972-1908
Email: caltrustsupport@ncfunds.com

TOWN OF ROSS
ATTN: ROB BRAULIK
PO BOX 320
ROSS, CA 94957



	CalTrust Short Term	LAIF	CalTrust Short Term Total Return	CalTrust Short Term Yield Return	LAIF Yield Return
Market Value	\$764,053,347.85	N/A			
NAV per Share	\$10.03	N/A			
Yield	0.40%	0.23%	One Month: 0.00%	0.03%	0.02%
Period Total Return	0.00%	N/A	Three Month: 0.11%	0.10%	0.06%
Period Yield Return	0.03%	0.02%	Six Month: 0.22%	0.19%	0.12%
Effective Duration	0.68 yrs.	N/A	Calendar Y-T-D: 0.22%	0.19%	0.12%
Average Maturity	1.37 yrs.	0.60 yrs.	One Year*: 0.59%	0.38%	0.25%
			Two Year*: 0.43%	0.36%	0.28%
			Three Year*: 0.42%	0.41%	0.31%
			Five Year*: 0.60%	0.48%	0.41%
			Since Inception*: 2.09%	2.04%	2.00%

Portfolio Sector Breakdown



Portfolio Quality Breakdown



Disclosure to Performance Information

- This performance information is based on an inception date of February 13, 2005, when the CalTrust Short-Term portfolio commenced investment operations according to its investment objective, and does not include any investment returns from temporary investments held before the commencement of those operations.
- First-month index returns, February 13-28, 2005, are intra-period and were calculated by calculating the average daily return during the month and multiplying the average daily return by number of days in the shortened period.
- Performance was calculated net of investment advisory and program administration fees.
- The Local Agency Investment Fund (LAIF) is a diversified portfolio managed by the State of California for local governments and special districts.
- Performance for the CalTRUST Short Term Account is on a trade date basis. LAIF's monthly performance was calculated by taking the average monthly effective yield and dividing it by 365 then multiplying the result by the number of days in the month.
- Yield represents the 7-day net distribution on investments for the period.
- Rating source - Standard & Poor's.
- Past performance is no guarantee of future results.

Local Agency Investment Fund
P.O. Box 942809
Sacramento, CA 94209-0001
(916) 653-3001
TOWN OF ROSS

www.treasurer.ca.gov/pmia-laif/laif.asp
September 03, 2014

TREASURER
P.O. BOX 320
ROSS, CA 94957

PMIA Average Monthly Yields

Account Number:

Tran Type Definitions

June 2014 Statement

Account Summary

Total Deposit:	0.00	Beginning Balance:	2,703,908.44
Total Withdrawal:	0.00	Ending Balance:	2,703,908.44



**BILL LOCKYER
TREASURER
STATE OF CALIFORNIA**



2014 LAIF Conference Registration

PMIA Performance Report

Date	Daily Yield*	Quarter to Date Yield	Average Maturity (In days)
08/14/14	0.26	0.25	251
08/15/14	0.26	0.25	250
08/16/14	0.26	0.25	250
08/17/14	0.26	0.25	250
08/18/14	0.26	0.25	248
08/19/14	0.26	0.25	246
08/20/14	0.26	0.25	243
08/21/14	0.25	0.25	245
08/22/14	0.25	0.25	241
08/23/14	0.25	0.25	241
08/24/14	0.25	0.25	241
08/25/14	0.24	0.25	233
08/26/14	0.24	0.25	230
08/27/14	0.24	0.25	232

*Daily yield does not reflect capital gains or losses

LAIF Performance Report

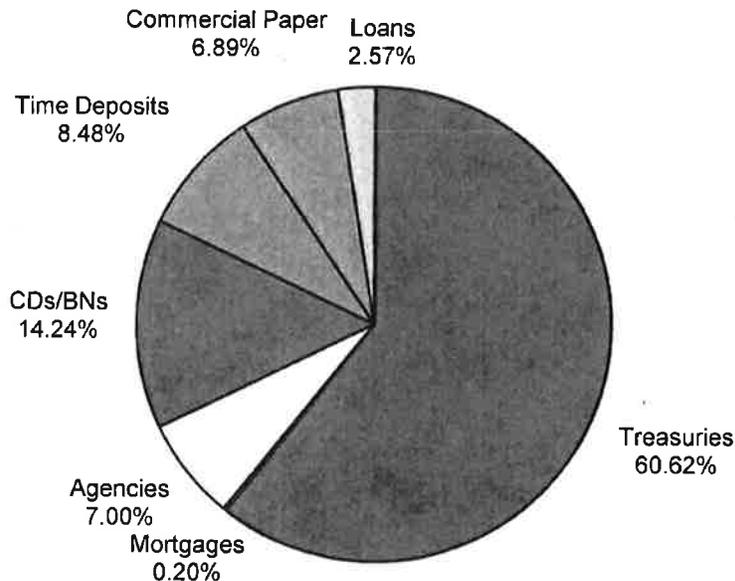
Quarter Ending 06/30/14

Apportionment Rate: 0.22%
 Earnings Ratio: .00000606145493377
 Fair Value Factor: 1.00029875
 Daily: 0.23%
 Quarter To Date: 0.23%
 Average Life: 232

PMIA Average Monthly Effective Yields

JUL 2014 0.244%
 JUN 2014 0.228%
 MAY 2014 0.228%

**Pooled Money Investment Account
Portfolio Composition
\$57.6 Billion
07/31/14**



Business Checking - Public Funds

■ June 1, 2014 - June 30, 2014 ■ Page 1 of 6



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TOWN OF ROSS
PO BOX 320
ROSS CA 94957-0320

Questions?

Available by phone 24 hours a day, 7 days a week:

1-800-CALL-WELLS (1-800-225-5935)

TTY: 1-800-877-4833

En español: 1-877-337-7454

Online: wellsfargo.com/biz

Write: Wells Fargo Bank, N.A. (114)

P.O. Box 6995

Portland, OR 97228-6995

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A check mark in the box indicates you have these convenient services with your account(s). Go to wellsfargo.com/biz or call the number above if you have questions or if you would like to add new services.

Business Online Banking

Online Statements

Business Bill Pay

Business Spending Report

Overdraft Protection

Activity summary

Beginning balance on 6/1	\$892,798.52
Deposits/Credits	1,030,748.11
Withdrawals/Debits	- 719,901.17
Ending balance on 6/30	\$1,203,645.46

Account number:

TOWN OF ROSS

California account terms and conditions apply

For Direct Deposit use

Routing Number (RTN): 121042882

For Wire Transfers use

Routing Number (RTN): 121000248



RBC Wealth Management*

division of RBC Capital Markets, LLC, Member NYSE/FINRA/SIPC.



ACCOUNT STATEMENT

JUNE 1, 2014 - JUNE 30, 2014

00050613 02 AT 0.403 02 TR 00359 01CDDDB04 100000
TOWN OF ROSS 01051
ATTN ROB BRAULIK 098
PO BOX 320
ROSS CA 94957-0320



YOUR INFORMATION

Government Account

ACCOUNT VALUE SUMMARY

	THIS PERIOD	THIS YE/
Beginning account value	\$210,103.15	\$606,839.2
Return of principal	3,128.62	27,957.3
Withdrawals	0.00	-400,000.0
Taxable income	723.83	5,128.1
Change in asset value	-3,018.30	-28,987.3
Ending account value	\$210,937.30	\$210,937.3

TOTAL PORTFOLIO VALUE

Ending account value	\$210,937.3
Estimated accrued interest	381.2
Total portfolio value	\$211,318.5